1 THE HONORABLE ROBERT S. LASNIK 2 3 4 5 6 UNITED STATES DISTRICT COURT 7 WESTERN DISTRICT OF WASHINGTON AT SEATTLE 8 9 DONNA REED, individually and on behalf No. 2:18-cv-00565-RSL of all others similarly situated, 10 **DEFENDANT SCIENTIFIC GAMES'** Plaintiff, REPLY IN SUPPORT OF MOTION FOR 11 RELIEF FROM DEADLINE v. 12 NOTED ON MOTION CALENDAR: SCIENTIFIC GAMES CORP., APRIL 23, 2021 13 Defendant. ORAL ARGUMENT REQUESTED 14 15 16 17 18 19 20 21 22 23 24 25 SCIENTIFIC GAMES' REPLY IN SUPPORT OF MOTION FOR RELIEF FROM DEADLINE (No. 2:18-cv-00565-**Bartlit Beck LLP** 26 Courthouse Place 54 West Hubbard Street Chicago, IL 60654

Phone: 312.494.4400 Fax: 312.494.4440

Plaintiff's opposition is notable for what it does not do. It fails to justify Plaintiff's decision to file a motion for class certification, even though Scientific Games' motion to compel arbitration must be decided first, as explained in Scientific Games' Motion for Relief From Deadline (Dkt. 121). Instead, Plaintiff first complains that Scientific Games' Motion repeats a prior motion, and then conflates Scientific Games' motion to compel arbitration with other defendants' motions to compel arbitration in other cases. At the same time, weeks into the period for class certification and preliminary injunction briefing, Plaintiff acknowledges for the first time Scientific Games' risk of litigation waiver by participating before the Court rules on the motion to compel arbitration. Yet Plaintiff ignores that the parties would be briefing, and the Court would be deciding, a motion to certify a class whose representative is still subject to a motion to compel arbitration.

The Court should reject Plaintiff's efforts to short-circuit the proceedings in this case, postpone class certification briefing until the Court rules on Scientific Games' noted motions to compel arbitration (Dkt. 82) and for a stay of discovery and class certification briefing until arbitrability is decided (Dkt. 100), and schedule a status conference to determine the just and orderly disposition of the pending motions.

I. ARGUMENT

Plaintiff's opposition attempts to distract the Court from the disruption Plaintiff has caused to this litigation by filing a premature motion for class certification, but Plaintiff's arguments do not withstand scrutiny.

<u>First</u>, Plaintiff suggests that the current motion is "duplicative" because it asks the Court to stay class certification briefing until the motion to compel arbitration is resolved, which was also requested in an earlier motion to stay. Dkt. 124 at 2. Plaintiff ignores that this case is in a significantly different posture because Plaintiff has now filed a class certification motion. Plaintiff's motion for class certification has been pending for weeks, and under normal

SCIENTIFIC GAMES' REPLY IN SUPPORT OF MOTION FOR RELIEF FROM DEADLINE (No. 2:18-cv-00565-RSL) - 1

Bartlit Beck LLP Courthouse Place 54 West Hubbard Street Chicago, IL 60654 Phone: 312.494.4400 Fax: 312.494.4440 circumstances Scientific Games already would have engaged in discovery, including depositions of the named plaintiff and new declarants who were never previously deposed (or until recently, disclosed). This situation is hardly normal: Ms. Reed agreed to individual arbitration of her claims, meaning that not only is Scientific Games entitled to avoid spending that time and effort for no ultimate purpose, it <u>must</u> not, without risking a waiver of its right to arbitration. This concern was new, and it was created by Plaintiff's premature filing.

Second, Plaintiff acknowledges that Scientific Games has been unable to participate in litigation because of the risk of waiver. Though presumably aware of this risk, Plaintiff now states for the first time that "Plaintiff hereby waives any argument that Scientific Games' opposition to Plaintiff's certification and injunction motion supports a finding of waiver by litigation conduct." Dkt. 124 at 3. In doing so, Plaintiff tacitly concedes that Scientific Games has been precluded from doing what a defendant would normally have been doing for weeks. More importantly, Plaintiff's counsel suggests they will waive the litigation waiver argument, presumably for Ms. Reed alone since a class has not been certified. But this half-hearted and belated proposal is both insufficient and inefficient. Plaintiff's counsel ignores that the parties will be litigating class certification—including whether Ms. Reed is typical and adequate—while a motion to compel her to arbitrate remains pending. What happens if Scientific Games wins? Will plaintiff agree not to seek to substitute in yet another class representative? In effect, Plaintiff's counsel seek to brief class certification with an option to ask the Court to start from scratch if they lose the motion to compel arbitration of Ms. Reed's claims. This is both counterintuitive and improper.

Third, Plaintiff suggests that Scientific Games' motion to compel arbitration lacks merit simply because other defendants in related cases lost motions to compel arbitration. But Plaintiff does not explain why the case should simply move forward to class certification rather than allowing the Court to determine Scientific Games' motion on its own merits. And as Scientific

Fax: 312.494.4440

Games' motion to compel arbitration explains, before becoming the named plaintiff in this case, Ms. Reed indisputably clicked a pop-up button to "Accept!" Jackpot Party Casino's revised terms and conditions (which included a clear arbitration provision), and she manifested her continuing agreement to those terms by continuing to play the game for months afterward. *See generally* Dkts. 82, 91.

Finally, Plaintiff's counsel have yet to explain why they allowed the case to lie dormant for months and then filed a certification motion many weeks after they declared they would do

<u>Finally</u>, Plaintiff's counsel have yet to explain why they allowed the case to lie dormant for months and then filed a certification motion many weeks after they declared they would do so, when no class discovery schedule had even been set and Scientific Games' motion to compel arbitration remained pending. Nor do they explain why the Court should refuse to stay this case pending its decision, when stays were granted in the related cases until pending motions to compel arbitration were decided and appealed, and a motion for class certification was denied without prejudice until arbitrability was decided. Dkt. 100 at 5-6 (citing cases). Finally, Plaintiff does not identify any harm she will suffer from a stay of class certification briefing until after the Court decides the pending motion to compel arbitration.

In these circumstances, Plaintiff should not be allowed to force Scientific Games to risk its arbitration rights, or engage in costly discovery that would prove pointless if the Court grants Scientific Games' motion to compel arbitration.

II. CONCLUSION

Scientific Games respectfully requests that the Court: (1) impose a stay until it decides Scientific Games' motion to compel Ms. Reed to arbitrate her claims (Dkt. 82) as well as Scientific Games' motion for a stay of discovery and class certification until arbitrability is decided (Dkt. 100); and (2) set a status conference to determine the just and orderly disposition of the pending motions.

DATED: April 22, 2021	By: s/ Adam L. Hoeflich
	Adam L. Hoeflich (pro hac vice)
	Bartlit Beck LLP Courthouse Place
	54 West Hubbard Street
	Chicago, IL 60654
	Telephone: 312.494.4400
	Facsimile: 312.494.4440
	Email: adam.hoeflich@bartlitbeck.com
	Sean C. Grimsley (pro hac vice)
	Daniel C. Taylor (pro hac vice)
	Alison G. Wheeler (pro hac vice)
	Bartlit Beck LLP
	1801 Wewatta Street, 12 th Floor
	Denver, CO 80202 Telephone: 303.592.3100
	Facsimile: 303.592.3140
	Email: sean.grimsley@bartlitbeck.com
	daniel.taylor@bartlitbeck.com
	alison.wheeler@bartlitbeck.com
	By: s/ Kathleen M. O'Sullivan
	Kathleen M. O'Sullivan, WSBA No. 27850
	Nicola C. Menaldo, WSBA No. 44459
	David T. Martin, WSBA No. 50160
	Perkins Coie LLP
	1201 Third Avenue, Suite 4900
	Seattle, WA 98101-3099 Telephone: 206.359.8000
	Facsimile: 206.359.0000
	Email: KOSullivan@perkinscoie.com
	NMenaldo@perkinscoie.com
	DMartin@perkinscoie.com
	Attorneys for Defendant
	Scientific Games Corporation
SCIENTIFIC GAMES' REDI V IN	Bartlit Beck LLP

SCIENTIFIC GAMES' REPLY IN SUPPORT OF MOTION FOR RELIEF FROM DEADLINE (No. 2:18-cv-00565-RSL) - 4

Bartlit Beck LLP Courthouse Place 54 West Hubbard Street Chicago, IL 60654 Phone: 312.494.4400 Fax: 312.494.4440